

Fiscal Estimate - 2009 Session

☒ Original
 ☐ Updated
 ☐ Corrected
 ☐ Supplemental

LRB Number 09-3484/1	Introduction Number AB-0532
Description Directing the Department of Commerce to award grants to community development corporations to establish capital access programs, providing an exemption from emergency rule procedures, requiring the exercise of rule-making authority, and making an appropriation	
Fiscal Effect State: <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input checked="" type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations </div> <div style="width: 33%;"> <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues </div> <div style="width: 33%;"> <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs </div> </div> Local: <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 33%;"> 5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts </div> </div>	
Fund Sources Affected Affected Ch. 20 Appropriations <input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	
Agency/Prepared By COMM/ Julie Keal (608) 266-6748	<div style="display: flex;"> <div style="flex: 1;"> Authorized Signature Louie Cornelius (608) 266-8629 </div> <div style="flex: 0.5; padding-left: 10px;"> Date 11/12/2009 </div> </div>

Fiscal Estimate Narratives

COMM 11/12/2009

LRB Number	09-3484/1	Introduction Number	AB-0532	Estimate Type	Original
Description Directing the Department of Commerce to award grants to community development corporations to establish capital access programs, providing an exemption from emergency rule procedures, requiring the exercise of rule-making authority, and making an appropriation					

Assumptions Used in Arriving at Fiscal Estimate

This bill requires the Department of Commerce to award grants not exceeding \$350,000 annually to the Wisconsin Business Development Finance Corporation (WBDFC). The WBDFC must use the funds to fund capital access programs that encourage lending to small and medium sized businesses and non-profit organizations. A recipient must have an existing portfolio of revolving loans and must have as its primary purpose and mission the promotion of community development in a limited geographic area of this state that is experiencing economic distress. A recipient must use the funds to establish a reserve pool to reduce risk to lenders. Commerce must enter into an agreement with WBDFC that specifies the uses for the grant proceeds and reporting and auditing requirements.

This bill will not have a fiscal effect on the Department of Commerce; Commerce will be able to administer its requirements within existing budgetary authority.

Long-Range Fiscal Implications